



GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

March 9, 2015

Certified Return Receipt
7013 3020 0002 3659 5187

Jared Peterson
Central Bank
175 East Main
P.O. Box 157
American Fork, Utah 84003

Subject: Authorization for Partial Release of Reclamation Surety, Certificate of Deposit, Martinique Mining Corporation, Gold Queen/Million Dollar Gulch Mine, S/017/0035, May Day Mill-Crescent Creek, S/017/0043, Garfield County, Utah

Dear Mr. Peterson:

Central Bank is presently holding Certificate of Deposit # 128005840 for the benefit of the State of Utah, Division of Oil, Gas and Mining, and Bureau of Land Management (BLM) as a form of reclamation surety for Martinique Mining Corporation's Gold Queen/Million Dollar Gulch Mine. At the company's request and after site inspections verified that reclamation work had been satisfactorily completed, this letter authorizes a reduction of the face value of the Certificate of Deposit to no less than \$3000. Please transfer all the funds in excess of \$3,000 to the Certificate of Deposit for Martinique Mining Corporation's May Day Mill-Crescent Creek. The Certificate of Deposit number for that project should be number 128005857.

When this transaction has been completed, please supply the Division with an amended Certificate of Deposit showing the new amount.

If you have any questions or concerns, please contact Dana Dean at 801-538-5320, or Paul Baker at 801-538-5261. Thank you for your help in this matter.

Sincerely,

John R. Baza
Director

FOR

JRB:whw:pb

cc: Martinique Mining Corp.
John Reay, BLM (jreay@blm.gov)

P:\GROUPS\MINERALS\WP\M017-Garfield\S0170035-GoldQueen\final\CD Rel-6300-0309-2015.doc





GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining
JOHN R. BAZA
Division Director

Minerals Inspection Report

Reviewed _____

Report Date: **12/04/2014**

Mine Name: Gold Queen/Million Dollar Gulch	Permit Number: S/017/0035	Mine Status: Active
Operator Name: Martinique Mining	Inspection Date: 12/01/2014	Permit Fees: Paid
Inspector(s): Wayne Western	Inspection Time: 3:50 - 4:20 pm	Bond Amount: \$12,000
Attendee(s):	Weather: cool and fair	Bond Escalation: 06/01/2014
Inspection Purpose: Operator requested bond release		Prior Inspection: 05/14/2014

Conclusions and Recommendations

The purpose of the inspection was to determine if the site would be eligible for Phase I bond release. The Operator completed the backfilling and grading of the site. The site met the minimum requirements for Phase I bond release.

Elements of Inspection	Evaluated & Commented	Enforcement
1. Permits, Revisions, Transfer, Bonds The permit is current. The bond was due for bond increased in June 2014. The Operator stated that they would reclaim the site and therefore not need to increase the bond.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
2. Public Safety (shafts, adits, trash, signs, highwalls) There were no shafts, adits, or adits at the site. The highwalls were grade to blend into the natural slopes.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
3. Protection of Drainages/Erosion Control Erosion will be controlled by the earthwork and vegetation.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4. Deleterious Material	<input type="checkbox"/>	<input type="checkbox"/>
5. Roads (maintenance, surfacing, dust control, safety)	<input type="checkbox"/>	<input type="checkbox"/>
6. Reclamation The Operator reclaimed the site for Phase I bond release.	<input checked="" type="checkbox"/>	<input type="checkbox"/>
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts)	<input type="checkbox"/>	<input type="checkbox"/>
8. Soils	<input type="checkbox"/>	<input type="checkbox"/>
9. Revegetation	<input type="checkbox"/>	<input type="checkbox"/>
10. Other	<input type="checkbox"/>	<input type="checkbox"/>

Inspector's Signature: _____

CC:

File: /nrwogmfs1/OGM/GROUPS/MINERALS/WP/M017-Garfield/S0170035-GoldQueen/Inspections/Insp12012014B.pdf



United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Color County District

Henry Mountains Field Station

P.O. Box 99

380 South 100 West

Hanksville, Utah 84734

Telephone (435) 542-3461

Fax (435) 542-3016

<http://www.blm.gov/ut/st/en/fo/richfield.html>

In Reply Refer To:

3809

(LLUTC021)

UTU-71638

S/017/0035

RECEIVED
MAR 09 2015
DIV. OF OIL, GAS & MINING

March 6, 2015

CERTIFIED MAIL NO. 7012 2210 0001 7985 6197

CERTIFIED MAIL – RETURN RECEIPT REQUESTED

Wayne Western

Division of Oil, Gas and Mining

1594 West North Temple, Suite 1210

PO Box 145801

Salt Lake City, UT 84114-5801

Dear Mr. Western:

The Bureau of Land Management has reviewed Martinique Mining Corporations (MMC) application for release of financial security bond on their Gold Queen-Million Dollar gulch operations and find that MMC has adequately addressed all reclamation requirements at the site. We concur with MMC's request for release of their current bond of \$12,000. If you have questions regarding this matter, please contact John Reay, or myself at 435-542-3461.

Sincerely,

Sue Fivecoat
Assistant Field Manager

cc: Mr. Dan E. Vaughan
Martinique Mining Corporation



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

MARY ANN WRIGHT
Acting Division Director

May 11, 2005

Central Bank
175 East Main
P.O. Box 157
American Fork, Utah 84003
(801) 756-9900

RECEIVED

JUN 01 2005

DIV OF OIL GAS & MINING

Attention: Jared Peterson, Assistant Branch Manager

Subject: Reclamation Surety, Certificate of Deposit for Martinique Mining Company,
Crescent Creek/May Day Mill, S/017/043, Garfield County, Utah

Certificate of Deposit no. 128005857 ; Principal Amount \$8,178.00 .

This letter describes the mutually agreed upon instructions of the below signed parties to Central Bank ("Bank"), regarding the control, redemption, and release of Bank's above-described certificate of deposit ("CD"), which is being used as a surety to guarantee the availability of reclamation funds for the Gold Queen/Million Dollar Gulch mine site ("Mine Site"), Garfield County, Utah. It is the intention of the parties that the CD be utilized as surety to guarantee that \$8,178.00 in reclamation funds will be available to the State of Utah, Division of Oil, Gas & Mining ("Division") and the United States Department of Interior - Bureau of Land Management ("USDOI-BLM") upon demand in the event that the operator(s) of the Mine Site are unable or unwilling to complete reclamation of the mine site in compliance with applicable state law and regulations.

Ownership and Renewal:

Ownership of the CD is retained by Martinique Mining Company, a Nevada corporation, ("Owners"), but it is held by Bank for the benefit of the State of Utah, Division of Oil, Gas & Mining and United States Department of Interior - Bureau of Land Management and is subject to the terms and conditions described in this agreement. The CD shall automatically renew indefinitely until either redeemed or released by both

Application for Site and/or Bond Release

Operator/Permittee: MARTINIQUE MINING CORPORATION	
Mine/Project Name: GOLD QUEEN/MILLION DOLLAR GULCH	
File Number: S/17/0035	
Check One: <input type="checkbox"/> Large Mine <input checked="" type="checkbox"/> Small Mine <input type="checkbox"/> Exploration	
Check one: <input type="checkbox"/> Partial Release of a <u>portion</u> of the mine site: Acres to be released: _____ Acres Remaining: _____ Specify Area: _____ <input type="checkbox"/> Full Release of a <u>portion</u> of the mine site: _____ Acres to be released: _____ Specify Area: _____ (A new map will need to be provided for the Notice or plan removing the released area from the disturbed or bonded area.) <input checked="" type="checkbox"/> Partial Release of entire mine site: _____ Total Acres to be released: 1.51 (Backfilling and grading are completed) <input type="checkbox"/> Full Release of entire mine site: _____ Total Acres to be released: _____ (Vegetation is established and has survived three growing seasons.)	
Amount of Existing Surety: \$12,000.00	
Amount of Surety requested for release: \$12,000.00	
Reason for Bond Release Request: BLM DOES NOT ACKNOWLEDGE small mine permit AND will not allow further development at the site.	
Complete this section if the money released from this application is to be used as surety for future disturbance. Release bond on: 1.51 Acres (specify area) GOLD QUEEN/MILLION DOLLAR GULCH Apply Bond to: 2.56 Acres (specify area) CRESCENT CREEK/MAY DAY MILL	
Check Applicable Boxes	DESCRIPTION of RECLAMATION ACTIVITIES COMPLETED (Describe any variance(s) that have been granted, date activity completed)
<input type="checkbox"/> Wells Plugged / shafts sealed	(NONE)
<input checked="" type="checkbox"/> Disposal of debris & other materials incident to mining	

Drainages, reestablished & stable	Excavator work on main Drainage Smoothing and Re-grooming.
Structures demolished / removed	
Regrading Completed – Slopes, pits, highwalls in stable condition	Bulldozer work completed Re-slope-grooming of mine highwall
Meets Postmining Land Use (Indicate Landuse)	
Roads Reclaimed	
Dams, Impoundments, Ditches, Pits reclaimed	
Topsoil respread – amendments added	Topsoils Re-spread on existing disturbed slopes
Erosion Controlled	
Vegetation meets 70% of premining cover and has survived three years for full bond release – or has survived one year growing season to maintain small mine status.	

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments and obligations, herein.

Kim E. Wilson
Print Name

Kim E. Wilson sec/Treasurer
Sign Name, Position
Oct 21, 2014
Date

Return to:

State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Phone: (801) 538-5291 Fax: (801) 359-3940

FOR DOGM USE ONLY:	
File #:	M/ /
Approved:	
Bond Adjustment: from (\$)	
to \$	

O:\FORMS\Bonding Forms\Bond-Release\site-bond-release-applic.doc



Martinique Mining Corporation

1311 West 2150 South

Syracuse, Utah 84075

801-499-7200 ————— October 21st, 2014

RECEIVED

OCT 24 2014

DIV. OF OIL, GAS & MINING

Mr. Western

Please accept our application for bond release in regards to permit S/17/0035 Gold Queen-Million Dollar Gulch area in the Henry Mountains, southern Utah.

We have decided to close this permitted area and have groomed and smoothed the area with excavation equipments. We are working with BLM and biologists to obtain proper seed programs for the site at this elevation and will seed the sloped areas once we have a small snowfall on the site later this fall. We were active in the mine site with crews earlier in the year but BLM notified our crews that the permit was not satisfactory as a small mine but only an exploration area with a limit of 1,000 tons of ore extraction available. We had to shut down operations at the site due to this decision.

We hope this procedure will take care of the citation issued concerning the bond escalation for the site. We see no need to escalate a bond on a permit that has been approved for many years as a small mine, that we cannot actually extract mine grade ore from.

We understand a time period is needed for re-vegetation at the site, and would simply like to transfer reclamation bond funds to our May Day Mill permit once the State and BLM are satisfied of full reclamation of the arid permit area at Million Dollar Gulch.

We have also updated all contact information at your office and BLM, also Department of commerce with the State of Utah at present. We do not know why certified mail was returned to your office as the Postal service mail box was not lost or delinquent during that time period.

Thank you for responding with any questions you may have either via mail, email, or phone numbers which have been provided both above and in formal format at your office in file.

Thank you,

A handwritten signature in black ink, appearing to read "K.E. Wilson", written over a horizontal line.

Kim E. Wilson MMC - Secretary Treasurer